

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF HENDERSON COUNTY)	
WATER DISTRICT, HENDERSON AND WEBSTER)	
COUNTIES, KENTUCKY, FOR AUTHORITY TO)	CASE NO. 93-439
ISSUE CERTAIN SECURITIES AS REQUIRED)	
BY KRS 278.300)	

O R D E R

On November 22, 1993, the Henderson County Water District ("Henderson") submitted its application seeking authority to issue \$1,210,000 of Henderson County Water District Refunding and Improvement Revenue Bonds, Series 1994 ("Series 1994 Bonds") with an interest rate of 4.75 to 5.20 percent per annum for a 20 year term.

The proceeds will be used to refund the outstanding Henderson County Water District Refunding Revenue Bonds of 1989 ("1989 Revenue Bonds") on September 1, 1999, at a redemption price of 103 percent of the principal amount redeemed, with an estimated savings of \$40,661.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that Henderson's proposal to issue \$1,210,000 of Series 1994 Bonds, is for a lawful object within its corporate purpose, is necessary, appropriate for and consistent with the proper performance of its service to the public, and should therefore be approved.

IT IS THEREFORE ORDERED that:

1. Henderson is authorized to issue \$1,210,000 of Series 1994 Bonds at an interest rate between 4.75 percent and 5.2 percent per annum.

2. Henderson shall agree only to such terms that will result in a positive net present value savings and which are consistent with the parameters set out in the application.

3. Henderson shall, within 30 days after issuance of the securities, file with the Commission a statement setting forth the date or dates of issuance of the securities, the price paid, the interest rate, the purchasers, and all fees and expenses, including underwriting discounts or commissions, or other compensation involved in the issuance and distribution.

4. The proceeds from the transactions authorized herein shall be used only for the lawful purposes set out in the application.

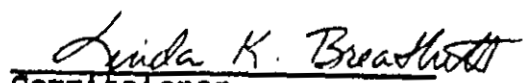
Nothing contained herein shall be construed as a finding of value for any purpose or as a warranty on the part of the Commonwealth of Kentucky or any agency thereof as to the securities authorized herein.

Done at Frankfort, Kentucky, this 25th day of January, 1994.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director